

KING COUNTY

Signature Report

1200 King County Courthouse 516 Third Avenue Seattle, WA 98104

March 17, 2008

Ordinance 16035

Proposed No. 2008-0069.1 Sponsors Gossett 1 AN ORDINANCE relating to the employee giving 2 program; amending Ordinance 8575, Section 1, and K.C.C. 3 3.36.010, Ordinance 8575, Section 2, as amended, and 4 K.C.C. 3.36.020, Ordinance 8575, Section 3, as amended, 5 and K.C.C. 3.36.030 and Ordinance 8575, Section 4, and 6 K.C.C. 3.36.040, adding new sections to K.C.C. chapter 7 3.36, decodifying K.C.C. 3.36.050 and 3.36.060 and 8 repealing Ordinance 9090, Sections 1-3, as amended, and 9 K.C.C. 3.36.080. 10 11 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY: 12 SECTION 1. Ordinance 8575, Section 1, and K.C.C. 3.36.010 are each hereby 13 amended to read as follows: 14 Intent and purpose. 15 A. This chapter is intended to establish a means consistent with state law 16 governing salary and wage deductions for charitable agencies, whereby uniform 17 procedures ((will be)) are established for the efficient administration of one annual

18	campaign for charitable contributions from county employees, which may be made			
19	through payroll deductions. This chapter shall be liberally construed to accomplish this			
20	purpose.			
21	B. The purpose of this chapter is to:			
22	1. Lessen the burden of county government and of local communities in the			
23	meeting of charitable needs;			
24	2. Provide a convenient channel through which county employees may			
25	contribute to the efforts of qualifying agencies providing services in the ((community))			
26	county, state, nation or overseas;			
27	3. Minimize both the disruption to the county workplace and the costs to the			
28	taxpayer that multiple charitable fund drives have caused; and			
29	4. Ensure that recipient agencies are fiscally responsible in the uses of the			
30	((monies)) moneys raised.			
31	SECTION 2. Ordinance 8575, Section 2, as amended, and K.C.C. 3.36.020 are			
32	each hereby amended to read as follows:			
33	Definitions. The definitions in this section apply throughout this chapter unless			
34	the context clearly requires otherwise.			
35	A. "Campaign" means the annual solicitation of contributions from county			
36	employees by representatives of federations $((\mathbf{of}))$ and charitable organizations through			
37	oral presentations, printed materials, audio/video media or other similar means ((which))			
38	that occurs on county property during normal county business hours.			
39	B. "Charitable organization" means an organization ((which)) that:			

40 <u>1.</u> ((h))<u>H</u>as been in active existence at least <u>the previous</u> three years ((and
41 which));

42	<u>2.</u> ((i)) Is formally recognized by the United States Internal Revenue Service as			
43	complying with Section 501(c)(3) of the Internal Revenue Code or is a governmental unit			
44	of the $((S))$ state of Washington, and for which all contributions to the organization ((must			
45	be)) are eligible to be deductible for federal income tax purposes under Section 170 of the			
46	Internal Revenue Service Code of $((1954))$ <u>1986</u> as demonstrated by receipt of an internal			
47	revenue service letter of determination granting tax deductible status to the charitable			
48	organization.			
49	C. "Federation ((of charitable organizations))" means a group, representing at			
50	least five charitable organizations ((which)), that is organized to solicit and distribute			
51	contributions on behalf of its member charitable organizations.			
52	D. "Participating organization" means a federation or charitable organization that			
53	is participating in the campaign.			
54	SECTION 3. Ordinance 8575, Section 3, as amended, and K.C.C. 3.36.030 are			
55	each hereby amended to read as follows:			
56	A. ((Composition.)) A county employee ((charitable campaign)) giving program			
57	committee is established consisting of $((15))$ <u>fifteen</u> members nominated by the			
58	((campaign)) committee, appointed by the executive and confirmed by the council.			
59	((Nominations by)) Members of the committee ((shall)) should be ((made from a list of			
60	candidates)) assembled from all of the bargaining units and from unrepresented			
61	employees. The ((number of candidates solicited)) members from each bargaining unit			
62	should be approximately proportional to the number of employees represented by the			

63	bargaining unit. The committee shall strive to include members representing the			
64	diversity of the county work force including at least two union members. The term of			
65	committee members shall be two years ((with eight members being appointed in odd-			
66	numbered years and seven members being appointed in even numbered years)). To			
67	ensure continuity of the membership for each year's campaign, terms shall begin on			
68	January 1 and expire March 1 two years later. The committee shall annually elect a chair			
69	((annually)) and such other officers as ((may be)) are needed.			
70	B. ((Functions.)) <u>1.</u> The committee shall ((recommend)) adopt such rules and			
71	bylaws consistent with this chapter ((to the council)) as are necessary to the conduct of			
72	the ((charitable)) campaign((s)). ((The rules shall be approved by the council prior to			
73	becoming effective.)) The committee shall also coordinate the ((charitable))			
74	campaign((s)). ((Such)) The coordination may include, but need not be limited to,			
75	determining which federations ((Θ f)) and charitable organizations may, consistent with			
76	this chapter and any rules adopted ((pursuant to it)) in accordance this chapter, participate			
77	in the ((county's charitable)) campaign and the dates by which applications must be filed			
78	for the ((annual drive)) campaign. If the committee determines that a federation or			
79	charitable organization is not eligible, the federation or charitable organization may			
80	appeal the decision to the committee.			
81	2. The committee shall revoke a determination of eligibility if one or more of			
82	the following occurs:			
83	<u>a. fraud;</u>			
84	b. failure of an applicant to inform the committee of any fact that would affect			
85	the committee's determination about the applicant's eligibility; or			

86	c. a participant is ineligible under this chapter.
87	\underline{C} . The committee shall assist the executive or designee in the selection of a
88	campaign administrator who shall be responsible for the details of the campaign
89	operation under the general oversight of the committee. Cost of the campaign
90	administrator shall be included as part of the administrative cost of conducting the
91	campaign.
92	((CCompensation.)) <u>D.</u> Members of the committee shall serve voluntarily
93	without additional salary but shall be reimbursed by their employing departments for
94	travel, lodging and meals in accordance with county laws and regulations. Committee
95	members shall be given release time from regular work hours to serve on the committee.
96	((Employee m))Members of the committee shall be paid no additional compensation for
97	working beyond normal working hours. Employees covered by the overtime
98	requirements of the Fair Labor Standards Act who are serving as committee members
99	should ensure that their working hours, including hours worked for the committee, do not
100	exceed approved hours.
101	((D. Transition. Members serving on the committee as of November 30, 1995
102	shall serve out their appointed term or until successors are appointed consistent with this
103	section.)) E. A member of the committee shall not vote on a federation or charitable
104	organization's eligibility if the member has a board membership, directorship or other
105	decision-making capacity in the federation or charitable organization.
106	SECTION 4. Ordinance 8575, Section 4, and K.C.C. 3.36.040 are each hereby
107	amended to read as follows:

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108	((A. Frequency.)) There shall be one annual campaign $((by))$ for federations
109	((of)) and charitable organizations as provided by this chapter and in accordance with
110	rules adopted ((pursuant to)) under this chapter. The ((executive)) committee shall
111	designate the ((month)) time in which the ((combined drive)) campaign will be held.
112	((B. Eligibility for participation. A federation of charitable organizations shall be
113	eligible to participate in the annual campaign if:
114	1. The federation submits a timely application for participation to the committee
115	to include as a minimum, a certification signed by an authorized officer or employee of
116	the federation which shall contain statements to the effect that:
117	a. The charitable organization and the federation meet the standards
118	established respectively in Sections 3.36.020 B and C of this chapter.
119	b. The federation has been in existence ((and has actively made grants)) for the
120	previous twelve months.
121	c. The federation has express permission of the board of directors of each
122	organization represented by the federation for the use of its name and participation in the
123	fund drive.
124	d. The federation and each organization represented by the federation is
125	registered with the Secretary of State of Washington as provided by RCW 19.09.065 and
126	is in compliance with Washington laws governing charities to the best of the knowledge
127	of the individual certifying the application.
128	e. The federation and each organization represented by the federation except
129	government units are governed by a voluntary board of directors which serves without
130	compensation for serving on the board.

131	2. The federation and each organization represented by the federation shall not
132	discriminate with respect to those classes of people protected by law.
133	3. The federation and each organization represented by the federation shall
134	make available to the employee committee, the council, and the county executive copies
135	of its annual report including its most recent financial statement, as well as a disclosure
136	for that period of the total dollar value of support from all sources received on behalf of
137	the charitable purposes of the organization and the total amount of money applied to
138	charitable purposes, fund raising costs and other expenses.
139	4. Each federation and each organization represented by the federation shall
140	expend a minimum of seventy-five percent of the monies raised from the combined fund
141	drive for those charitable purposes for which the money was solicited within twelve
142	months of receipt of the monies.
143	C. Payroll deductions authorized. Organizations conducting campaigns pursuant
144	to this chapter and to the rules authorized by this chapter may solicit donations from
145	county employees to be made by payroll deductions. The county shall make deductions
146	from county employees' salary warrants and pay the monies so collected to the
147	federations of charitable organizations designated by county employees when such
148	deductions and payments are authorized by county employees pursuant to this chapter
149	and rules herein authorized.
150	D. Use of county resources - prohibition. As provided in RCW 41.06.250(1) and
151	42.17.130, county property, equipment, or county employees' working time may not be
152	used during a campaign for partisan political purposes, to assist in an individual's election
153	to political office or for the promotion of or opposition to any ballot proposition.

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154	E. Responsibility for promotional costs. All promotional costs associated with
155	the campaign related to county employees shall be the responsibility of those
156	organizations designated to participate in the distribution of the funds collected.
157	F. Voluntary participation. County employees' participation in charitable
158	campaigns shall be strictly voluntary. No county employee shall be coerced to participate
159	in any campaign presentation or coerced to make any donation to a charitable
160	organization. No county employee shall be penalized for failing to participate in a
161	campaign or for failing to make a donation to a charitable organization.))
162	NEW SECTION. SECTION 5. There is hereby added to K.C.C. chapter 3.36 a
163	new section to read as follows:
164	A. A federation or charitable organizations may participate in the campaign if the
165	federation or charitable organization submits a timely application for participation to the
166	committee to include, at a minimum, a certification signed by an authorized officer or
167	employee of the federation or charitable organization, which shall contain statements to
168	the effect that:
169	1. The federation and each organization represented by the federation, or the
170	charitable organization, meets the standards established respectively in K.C.C. 3.36.020
171	B. and C;
172	2. For a federation, the federation has express permission of the board of
173	directors of each charitable organization represented by the federation for the use of the
174	organization's name and participation in the campaign;
175	3. The federation and each organization represented by the federation, or the
176	charitable organization, is registered with the Washington state Secretary of State as

177	provided by RCW 19.09.065 and is in compliance with Washington state laws governing			
178	charities to the best of the knowledge of the individual certifying the application; and			
179	4. The federation and each organization represented by the federation, or the			
180	charitable organization, except government units, are governed by a voluntary board of			
181	directors that serves without compensation for serving on the board;			
182	5.a. The participating organization does not discriminate for or against any			
183	individual or group on account of race, color, creed, religion, sex, age, nationality, marital			
184	status, sexual orientation, or the presence of any sensory, mental or physical disability in			
185	all aspects of the management and the execution of the charitable campaign. An			
186	affirmation of a participating organization's adherence to this nondiscrimination policy,			
187	or a statement of a legal exemption from the policy, must be included in the			
188	organization's application. A federation must affirm in the federation's application the			
189	adherence to this policy, or a legal exception from the policy, of each charitable			
190	organization the federation represents in the application.			
191	b. Nothing in this subsection A.5. denies eligibility to a federation or charitable			
192	organization that is otherwise eligible to participate in the campaign merely because the			
193	federation or charitable organization is organized by, on behalf of or to serve persons of a			
194	particular race, color, religion, sex, national origin, age or handicap or to a federation or			
195	organization exempt from this requirement by federal law. If a federation or charitable			
196	organization claims an exemption under this subsection B.2, a statement to that effect			
197	must be included with the federation or charitable organization's application and that			
198	stated exemption may be noted in campaign materials; and			
199	6. The participating organization expends the moneys received from King			

200	County employees through the campaign within twelve months of receipt of the moneys.
201	If a participating organization exceeds the twenty-five percent fundraising and
202	administrative and overhead costs, the organization shall be given one year to comply and
203	thereafter may be excluded from the campaign until documentation is provided that
204	shows a minimum of seventy-five percent of the moneys received have been used for the
205	charitable purposes for which it was solicited. Where questions arise, the committee
206	shall use the most recent Internal Revenue Service Form 990 of the federation or
207	charitable organization for clarification. A federation and each organization represented
208	by the federation, or the charitable organization, shall make available to the employee
209	committee, the council and the county executive copies of its annual report including its
210	most recent financial statement, as well as a disclosure for that period of the total dollar
211	value of support from all sources received on behalf of the charitable purposes of the
212	organization and the total amount of money applied to charitable purposes, fundraising
213	costs and other expenses, upon request.
214	B. Participating organizations' responses provided under subsection A. of this
215	section may be noted in campaign materials.
216	NEW SECTION. SECTION 6. There is hereby added to K.C.C. chapter 3.36 a
217	new section to read as follows:
218	A. Organizations participating in campaigns may solicit donations from county
219	employees to be made by payroll deductions, in a manner approved by the committee in
220	accordance with this chapter.
221	B. As provided in RCW 41.06.250(1) and 42.17.130, county property or

equipment or county employees' working time may not be used during a campaign for

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223	partisan political purposes, to assist in an individual's election to political office or for the
224	promotion of or opposition to any ballot proposition.
225	C. All promotional costs associated with the campaign related to county
226	employees shall be the responsibility of those organizations designated to participate in
227	the distribution of the funds collected.
228	D. County employees' participation in charitable campaigns shall be strictly
229	voluntary. No county employee shall be coerced to participate in any campaign
230	presentation or coerced to make any donation to a charitable organization. No county
231	employee shall be penalized for failing to participate in a campaign or for not making a
232	donation to a charitable organization. Department directors may authorize time for
233	department employees to attend presentations undertaken as part of the campaign in
234	accordance with county policy.
235	NEW SECTION. SECTION 7. There is hereby added to K.C.C. chapter 3.36 a
236	new section to read as follows:
237	A. The county shall make deductions from county employees' salary warrants
238	and pay the moneys collected to the organizations designated by county employees when
239	the deductions and payments are authorized by county employees in accordance with this
240	chapter.
241	B. An employee may also make a one-time contribution in the calendar year in
242	which the campaign is conducted, by one or more of the following methods:
243	1. Payroll deduction;
244	2. Submitting a check made out to a participating organization or the campaign
245	as a whole; and

246	3. Making a donation in accordance with K.C.C. 3.12.222.A.			
247	NEW SECTION. SECTION 8. There is hereby added to K.C.C. chapter 3.36 a			
248	new section to read as follows:			
249	A.1. Quarterly, after campaign costs have been paid, all payroll deductions must			
250	be fully disbursed to participating organizations in the proportion calculated on overall			
251	contributions for the campaign year, excluding one-time contributions. Federations shall			
252	make distributions to their member charitable organizations as designated by			
253	contributors.			
254	2. Donations made under section 7.B. of this ordinance must be fully disbursed			
255	to participating organization by the end of the calendar year in which the campaign is			
256	conducted.			
257	B. Any undesignated contributions shall be distributed proportionately to the			
258	participating organizations.			
259	SECTION 9. K.C.C. 3.36.050 is hereby decodified.			
260	SECTION 10. K.C.C. 3.36.060 is hereby decodified.			

261 SECTION 11. Ordinance 9090, Sections 1-3, as amended, and K.C.C. 3.36.080

are each hereby repealed.

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Ordinance 16035 was introduced on 2/11/2008 and passed by the Metropolitan King County Council on 3/17/2008, by the following vote:

Yes: 9 - Ms. Patterson, Mr. Dunn, Mr. Constantine, Ms. Lambert, Mr. von Reichbauer, Mr. Ferguson, Mr. Gossett, Mr. Phillips and Ms. Hague No: 0 Excused: 0

> KING COUNTY COUNCIL KING COUNTY, WASHINGTON

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Julia Patterson, Chair

ATTEST:

Anne Noris, Clerk of the Council

APPROVED this 20 day of MARCH , 2008.

Ron Sims, County Executive

Attachments

None

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